



Dave Goetz
Commissioner
Dept. of Finance and Administration

State Capitol
Nashville, TN 37243-0285
615/741-2401

FOR IMMEDIATE RELEASE
FRIDAY, DECEMBER 9, 2005

CONTACT: GERALD ADAMS
615.741.2401

NOVEMBER REVENUES IMPROVE OVER OCTOBER

NASHVILLE, Tenn. - Franchise and Excise tax collections improved in November over the previous month, pushing state tax revenues to \$36.8 million more than the budgeted estimate. Finance and Administration Commissioner Dave Goetz announced today that tax collections were \$735.4 million, and the general fund was \$34.2 million overcollected and with four other funds overcollected by \$2.6 million.

"Most of our economic forecasts are calling for less growth as we round out this fiscal year and it's still early in the year for F&E collections," Goetz said. "While we're comfortable at this point with F&E collections, the bulk of F&E revenue typically comes in April."

Franchise and excise taxes combined were \$31.1 million more than the estimate of \$20.3 million. For four months, revenues were \$11.8 million overcollected.

Sales tax collections were \$8.4 million less than the estimate in November and for four months were undercollected by \$10.6 million.

Gasoline and motor fuel collections increased by 3.26% and were \$4.3 million more than the budgeted estimate of \$72.4 million. For four months, collections were \$8.1 million more than the estimate.

Year-to-date collections for four months were \$34.9 million more than the budgeted estimate. The general fund was overcollected by \$27.8 million and the four other funds were overcollected by \$7.1 million.

The budgeted revenue estimates are based on the State Funding Board's consensus recommendation adopted by the first session of the 104th General Assembly in May. On an accrual basis, November is the fourth month of the state's fiscal year.

<p align="center">REVENUE COLLECTIONS OCTOBER, 2005, AND 3 MONTHS YEAR-TO-DATE</p>

October Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$591,968,000	\$577,084,000	(\$14,884,000)
Highway Fund	51,704,000	54,134,000	2,430,000
Sinking Fund	23,161,000	23,102,000	(59,000)
City & County Fund	56,026,000	56,905,000	879,000
Earmarked Fund	3,524,000	3,055,000	(469,000)
Total	\$726,383,000	\$714,280,000	(\$12,103,000)

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$1,998,201,000	\$1,991,762,000	(\$6,439,000)
Highway Fund	155,996,000	159,038,000	3,042,000
Sinking Fund	69,397,000	69,366,000	(31,000)
City & County Fund	168,138,000	170,617,000	2,479,000
Earmarked Fund	8,111,000	7,238,000	(873,000)
Total	\$2,399,843,000	\$2,398,021,000	(\$1,822,000)

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	October			
	2004	2005	Change	Percent
Franchise & Excise	\$22,021,000	\$15,406,000	-\$6,615,000	-30.04%
Income	1,044,000	2,297,000	1,253,000	120.02%
Inheritance & Estate	6,316,000	7,399,000	1,083,000	17.15%
Gasoline	50,140,000	51,151,000	1,011,000	2.02%
Petroleum Special	5,277,000	5,452,000	175,000	3.32%
Tobacco	10,288,000	8,976,000	-1,312,000	-12.75%
Beer	1,526,000	1,338,000	-188,000	-12.32%
Motor Vehicle Registration	17,420,000	19,339,000	1,919,000	11.02%
Motor Vehicle Title	903,000	936,000	33,000	3.65%
Mixed Drink	3,179,000	3,773,000	594,000	18.69%
Business	1,285,000	1,346,000	61,000	4.75%
Privilege	21,928,000	26,318,000	4,390,000	20.02%
Gross Receipts	122,000	30,000	-92,000	-75.41%
TVA - In Lieu of Tax Payments	18,039,000	18,344,000	305,000	1.69%
Alcoholic Beverage	2,956,000	3,124,000	168,000	5.68%
Sales and Use	501,202,000	532,454,000	31,252,000	6.24%
Motor Vehicle Fuel	13,728,000	16,403,000	2,675,000	19.49%
Severance	129,000	152,000	23,000	17.83%
Coin-operated Amusement	13,000	8,000	-5,000	-38.46%
Unauthorized Substance	0	34,000	34,000	NA
Total	\$677,516,000	\$714,280,000	\$36,764,000	5.43%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - October			
	2004	2005	Change	Percent
Franchise & Excise	\$250,659,000	\$289,087,000	\$38,428,000	15.33%
Income	2,691,000	6,427,000	3,736,000	138.83%
Inheritance & Estate	19,573,000	20,519,000	946,000	4.83%
Gasoline	155,262,000	154,939,000	-323,000	-0.21%
Petroleum Special	16,156,000	16,363,000	207,000	1.28%
Tobacco	31,123,000	31,591,000	468,000	1.50%
Beer	4,687,000	4,721,000	34,000	0.73%
Motor Vehicle Registration	52,667,000	56,171,000	3,504,000	6.65%
Motor Vehicle Title	2,868,000	2,903,000	35,000	1.22%
Mixed Drink	9,882,000	11,328,000	1,446,000	14.63%
Business	4,847,000	5,097,000	250,000	5.16%
Privilege	61,501,000	72,982,000	11,481,000	18.67%
Gross Receipts	11,525,000	12,738,000	1,213,000	10.52%
TVA - In Lieu of Tax Payments	52,584,000	54,922,000	2,338,000	4.45%
Alcoholic Beverage	8,694,000	9,207,000	513,000	5.90%
Sales and Use	1,491,739,000	1,602,594,000	110,855,000	7.43%
Motor Vehicle Fuel	43,460,000	45,818,000	2,358,000	5.43%
Severance	374,000	450,000	76,000	20.32%
Coin-operated Amusement	46,000	47,000	1,000	2.17%
Unauthorized Substance	0	117,000	117,000	NA
Total	\$2,220,338,000	\$2,398,021,000	\$177,683,000	8.00%

Table 3
August - October Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ (2,100,000)	\$ (100,000)	\$ (2,200,000)
Income Tax	1,900,000	700,000	2,600,000
Inheritance Tax	(3,800,000)	0	(3,800,000)
Privilege Tax	12,300,000	(900,000)	11,400,000
Business Tax	200,000	0	200,000
TVA	0	100,000	100,000
Gross Receipts	2,100,000	0	2,100,000
Gasoline & Motor Fuel Taxes	(100,000)	3,900,000	3,800,000
Motor Vehicle Registration	100,000	300,000	400,000
Other Taxes	2,300,000	600,000	2,900,000
Sub-Total	\$ 12,900,000	\$ 4,600,000	\$ 17,500,000
F & E Taxes	(19,300,000)	0	(19,300,000)
Total	\$ (6,400,000)	\$ 4,600,000	\$ (1,800,000)